

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5190-01
Bill No.: SB 989
Subject: Counties; Roads and Highways; Taxation and Revenue - Property
Type: Original
Date: March 22, 2010

Bill Summary: This proposal modifies provisions of law allowing certain counties to impose a tax to fund road rock purchases.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **State Tax Commission, Department of Revenue, and Atchison County** assume this proposal would have no fiscal impact on their respective agencies.

Officials from **Shelby County** state this proposal could generate up to \$300,000 of extra revenue per year. In order to remain in good standing in the budget, the County has cut rock allotment per mile, per year, from 100 tons down to 70 tons. Due to higher fuel prices, the tons per mile will need to be cut back to 50 tons per mile in the year 2011 and beyond.

The County would incur election costs between \$6,500 and \$13,000 depending on when an election is held.

Officials state the County would have costs to upgrade the computer system not to exceed \$5000.

Oversight assumes this proposal allows third class counties with township forms of government having a population of less than ten thousand inhabitants may impose a one dollar per acre tax to fund road rock purchases. Oversight assumes the tax could not be implemented without voter approval. Therefore, Oversight assumes this proposal to be permissive and there would be no state or local fiscal impact.

The following counties did not respond to **Oversight's** request for fiscal impact: **Monroe, Clark, Ralls, Reynolds, Clark, Shannon, Maries, Hickory, Ozark, and St. Clair.**

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

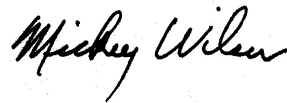
SOURCES OF INFORMATION

State Tax Commission
Department of Revenue
Atchison County
Shelby County

NOT RESPONDING

Monroe County
Ralls County
Reynolds County
Clark County
Shannon County
Maries County
Hickory County
Ozark County
St. Clair County

Mickey Wilson, CPA

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Director
March 22, 2010